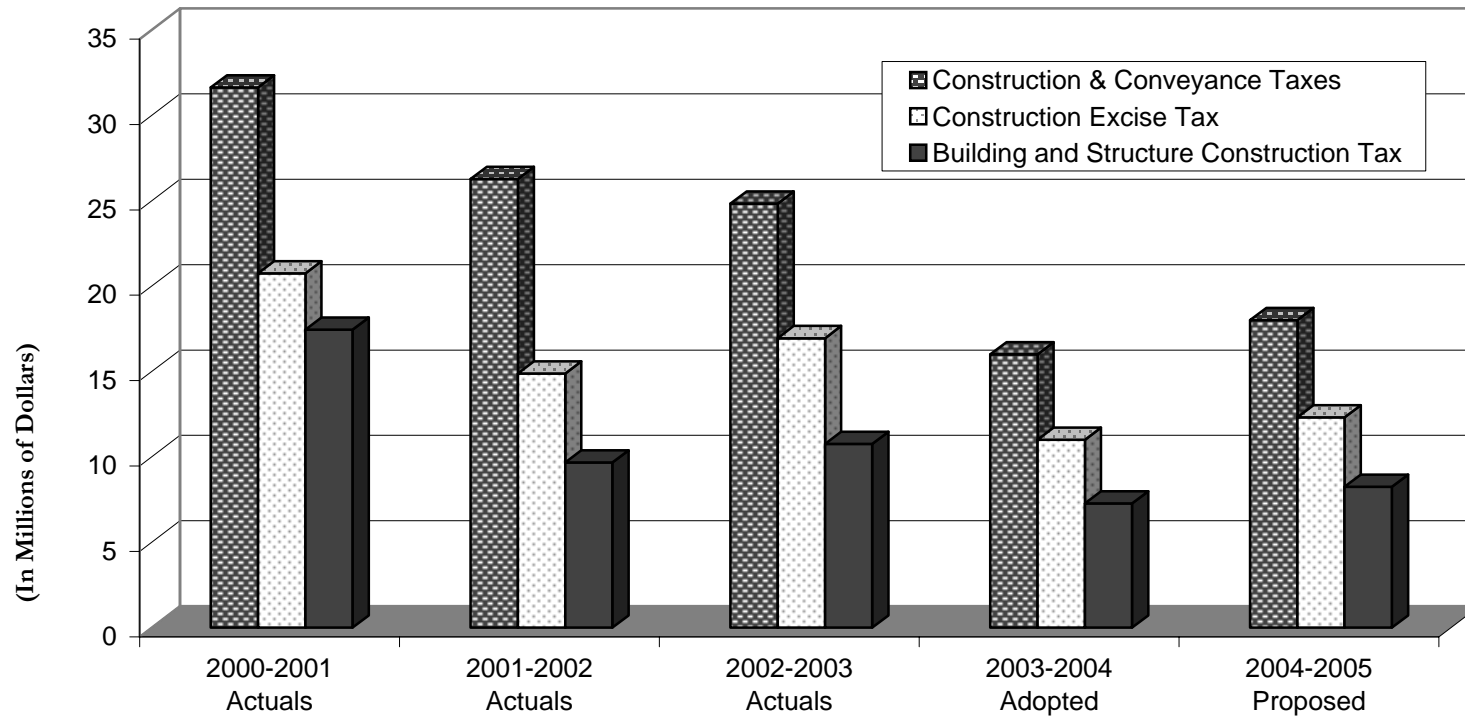


CITY OF SAN JOSE 2004-2005 PROPOSED OPERATING BUDGET

FIVE YEAR COMPARISON OF KEY CAPITAL FUND SOURCES



Construction & Conveyance Taxes - A flat fee assessed to residential, commercial and industrial developments. The Conveyance Tax is a fee based on the value of property conveyed. These funds are dedicated to the Park and Community Facilities Development, Communications, Fire, Library, and Service Yards capital programs.

Construction Excise Tax - A tax on the construction of residential, commercial and mobile home developments. This general tax is based on building valuation, and revenues produced are used primarily for traffic improvements.

Building and Structure Construction Tax - A tax on residential, commercial and industrial development. These funds are used for traffic capital improvements.